COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF UNION COUNTY WATER) CASE NO. 2014-00010
DISTRICT	Ì

ORDER

On January 6, 2014, Union County Water District ("Union County") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Union County purchases water from the city of Morganfield ("Morganfield").
- 2. On January 1, 2014, Morganfield increased its wholesale rate to Union County from \$1.6617 per 1,000 gallons to \$2.0378 per 1,000 gallons.²
- 3. During the 12 months ended November 30, 2013, Union County purchased 321,979,490 gallons of water from Morganfield and sold 300,729,745 gallons.
- 4. The increase in the cost of purchased water is \$121,096.49, as calculated in Appendix A to this Order, resulting in a purchased water adjustment of \$0.40 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2014-00012 (Ky. PSC filed Jan. 7, 2014); Letter from Dennis Brent Kirtley, Tariff Branch Manager, Public Service Commission, to Bill Young, City of Morganfield (Jan. 21, 2014).

- 5. The purchased water adjustment of \$0.40 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.
- 6. Union County's proposed rates, which are set forth in Appendix B to this Order, are fair, just, and reasonable.

IT IS THEREFORE ORDERED that:

- 1. Union County's proposed rates are approved.
- 2. The purchased water adjustment of \$0.40 per 1,000 gallons is approved.
- 3. The rates in Appendix B are approved for services on or after January 1, 2014.
- 4. Within 20 days of the date of this Order, Union County shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

ENTERED
FEB 0 3 2014

KENTUCKY PUBLIC

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00010 DATED FEB 0 3 2014

	New Rate	Base Rate
Union County		
Purchases in gallons		
Cave Run Water	321,979,490	321,979,490
Volumetric rate	\$2.0378/1,000	<u>\$1.6617/1,000</u>
	\$ 656,129.80	\$ 535,033.31

Increased water cost \$121,096.49

Increased water cost \$121,096.49
Divided by gallons sold/1,000 \$300,729,745
\$ 0.4026

Purchased water adjustment factor \$0.40 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00010 DATED FEB 0 3 2014

The following rates and charges are prescribed for the customers in the area served by Union County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8" X 3/4" Meters					
First	2,000	Gallons		\$	12.21 Minimum Bill
Next	3,000	Gallons			6.10 Per 1,000 Gallons
Next	5,000				5.70 Per 1,000 Gallons
Next	*	Gallons			5.35 Per 1,000 Gallons
Next	25,000	Gallons			5.05 Per 1,000 Gallons
Next	50,000				4.65 Per 1,000 Gallons
Next	100,000				4.25 Per 1,000 Gallons
Next	100,000				3.85 Per 1,000 Gallons
Over	300,000	Gallons			3.45 Per 1,000 Gallons
3/4" N	1otors	,			
First	5,000	Gallons		\$	30.50 Minimum Bill
Next	5,000	Gallons		Ψ	5.70 Per 1,000 Gallons
Next	15,000	Gallons			5.35 Per 1,000 Gallons
Next	25,000				5.05 Per 1,000 Gallons
Next	50,000				4.65 Per 1,000 Gallons
Next	100,000	Gallons			4.25 Per 1,000 Gallons
Next	100,000				3.85 Per 1,000 Gallons
Over	300,000	Gallons			3.45 Per 1,000 Gallons
	·				·
<u>1" Me</u>	<u>ters</u>				
First	10,000	Gallons		\$	59.00 Minimum Bill
Next	15,000	Gallons			5.35 Per 1,000 Gallons
Next	25,000	Gallons			5.05 Per 1,000 Gallons
Next	50,000	Gallons			4.65 Per 1,000 Gallons
Next	100,000	Gallons			4.25 Per 1,000 Gallons
Next	100,000	Gallons			3.85 Per 1,000 Gallons
Over	300,000	Gallons			3.45 Per 1,000 Gallons

	Meters		_		
First Next	25,000 25,000		\$	139.25 Minimum Bill 5.05 Per 1,000 Gallons	
Next	50,000			4.65 Per 1,000 Gallons	
Next	100,000			4.25 Per 1,000 Gallons	
Next	100,000	Gallons		3.85 Per 1,000 Gallons	
Over	300,000	Gallons		3.45 Per 1,000 Gallons	
2" Me	<u>ters</u>				
First	50,000		\$	265.50 Minimum Bill	
Next	50,000			4.65 Per 1,000 Gallons	
Next	100,000			4.25 Per 1,000 Gallons	
Next	100,000			3.85 Per 1,000 Gallons	
Over	300,000	Gallons		3.45 Per 1,000 Gallons	
2 1/2" Meters					
First	75,000	Gallons	\$	381.74 Minimum Bill	
	25,000			4.65 Per 1,000 Gallons	
Next	100,000			4.25 Per 1,000 Gallons	
Next	100,000			3.85 Per 1,000 Gallons	
Over	300,000	Gallons		3.45 Per 1,000 Gallons	
3" Me	<u>ters</u>				
First	100,000	Gallons	\$	497.99 Minimum Bill	
Next	100,000	Gallons		4.25 Per 1,000 Gallons	
Next	100,000	Gallons		3.85 Per 1,000 Gallons	
Over	300,000	Gallons		3.45 Per 1,000 Gallons	
4" Meters					
First	200,000	Gallons	\$	922.98 Minimum Bill	
Next	100,000	Gallons		3.85 Per 1,000 Gallons	
Over	300,000	Gallons		3.45 Per 1,000 Gallons	
6" Meters					
First	300,000	Gallons	\$1	,307.97 Minimum Bill	
Over	300,000	Gallons		3.45 Per 1,000 Gallons	

Gary Sheffer Manager Union County Water District 409 North Court Street P. O. Box 146 Morganfield, KY 42437